



June 1, 2006

**ADDENDUM #12
for RFP HHSDC 4130-141A
Case Management Information and Payroll System**

To All Bidders:

This cover letter is in reference to Addendum #12 to RFP HHSDC 4130-141A. Addendum #12 is complete in both Microsoft Word format and Portable Document Format (PDF). The PDF version is the official copy and takes precedence over any Microsoft Word version. New and revised text appears as a tracked change and is marked with a vertical line in the margin of the page. All other terms and conditions of the RFP remain the same.

The primary objective of Addendum #12, which is expected to be the final CMIPS II RFP addendum, is to provide some relief to bidders on the Performance Bond requirement while still meeting the requirements of the law. To that end, we have worked closely with the CMIPS Project Office to break the CMIPS II contract into two separate contracts, one contract for design, development and implementation (DDI), which would include a performance bond for 50% of the amount of that DDI contract, and a contract for maintenance and operations (M&O) that would not include a performance bond requirement at all. Both contracts would be awarded to the single best value proposal selected as a result of the CMIPS II bidding process and both contracts would be executed at the same time.

The CMIPS II RFP as previously drafted contemplated a single Contract, contained a single Statement of Work and bidding requirements, and contained evaluation standards for DDI and M&O which were combined for bidders to provide a single proposal. As a result, to minimize the impact on the bidders and the State in making this adjustment to two contracts, we have avoided substantive changes to the CMIPS II RFP.

Instead we have specified a contract for DDI that contains all of the current Contract terms that the State and bidders have agreed upon, the single Statement of Work, etc. This contract will continue in effect through the completion of DDI as presently understood. The second contract will become operational upon the completion of DDI and incorporate all terms and conditions and exhibits of the DDI contract except that a Performance Bond requirement will not be included in the second contract. This will be accomplished by having two different Std. Form 213's, the State's contract cover sheet, with different contract numbers, different contract dollar amounts (one for DDI and the other for M&O including the option years), and different start and end dates. All other requirements in the two contracts (except for the Performance Bond) will remain the same.

In addition to establishing the two contracts to address Performance Bond issues, RFP Addendum #12 also: 1) corrects the list of Fixed-Price items; 2) includes COTS upgrades as a Fixed-Price item in M&O; 3) updates IEEE standard reference; 4) updates Sections 6 SOW, 8 and 10 to ensure consistency for legacy system costs; and, 5) provides other minor updates.

The following are some of the changes included in Addendum #12:

Section	Description
Section 1	• Updated to reflect Contract split.
Section 1	• Updated Key Action Dates to reflect a Bidder Final Proposal due date of July 17, 2006.
Section 2	• Updated to reflect Contract split.
Section 3	• Corrected paragraph reference from 5.0 to 5.2.
Section 5	• Updated to reflect Contract split.
Section 6 SOW	• Updated to reflect split change.
Section 6 SOW	• Updated to include COTS upgrades as a Fixed-Price item.
Section 6 SOW	• Updated to clarify System Service Request requirements.
Section 6 SOW	• Updated IEEE reference from 1012-1998 to 1012-2004.
Section 6 SOW	• Updated list of Fixed-Price activities for consistency with Section 8.
Section 6 SyRS	• Updated to reflect Contract split.
Section 7	• Updated to reflect Contract split.
Section 8	• Updated to reflect Contract split.
Section 8	• Updated list of Fixed-Price activities for consistency with Section 6.
Section 9	• Updated to reflect Contract split.
Section 10	• Updated description of legacy system cost for consistency with Section 8.
Section 10	• Updated to include Performance Bond in the evaluation of Bidder Proposals.
Section 11	• Updated to reflect Contract split. Divided into two parts, Section 11A Contract (For The Period of Design, Development, and Implementation) and Section 11B Contract (For The Period of Maintenance and Operation).

Please contact me if you have any questions.

Sincerely,



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